



National Electric Power Regulatory Authority

Islamic Republic of Pakistan

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No. NEPRA/R/ADG(Trf)/TRF-369/LEPCL-2015/6076-80
April 26, 2022


Subject: Decision of the Authority in the matter of Quarterly Indexation/Adjustment of Tariff for Lucky Electric Power Company Limited (LEPCL) for January-March 2022 and April – June 2022 Quarters (Case No. NEPRA/TRF-369/LEPCL-2015)

Dear Sir,

Please find enclosed herewith the decision of the Authority along with revised tariff components (Annex-I) (02 pages) regarding quarterly indexation/adjustment of tariff for Lucky Electric Power Company Limited for the quarters January-March 2022 and April-June 2022 on account of US CPI, CPI Local and Exchange Rate variation in Case No. NEPRA/TRF-369/LEPCL-2015.

2. The decision is being sent to the Federal Government for intimation and action, if any, by the Federal Government under Proviso (ii) of Section 31(7) of NEPRA Act, before its notification by NEPRA pursuant to the said Proviso of Section 31(7) of NEPRA Act, 1997.

Enclosure: As above


26 04 22
(Syed Safeer Hussain)

Secretary
Ministry of Energy, Power Division,
'A' Block, Pak Secretariat
Islamabad

CC:

1. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad.
2. Secretary, Ministry of Finance, 'Q' Block, Pak Secretariat, Islamabad.
3. Chief Executive Officer, Central Power Purchasing Agency Guarantee Limited (CPPA-G), Shaheen Plaza, 73-West, Fazl-e-Haq Road, Islamabad
4. Chief Executive Officer, Lucky Electric Power Company Limited (LEPCL)
6-A, A. Aziz Hashim Tabba Street, Muhammad Ali Housing Society, Karachi
Tele: 021 – 111 786 555

DECISION OF THE AUTHORITY IN THE MATTER OF QUARTELY INDEXATION/ ADJUSTMENT OF TARIFF FOR LUCKY ELECTRIC POWER COMPANY LIMITED (LEPCL) FOR JANUARY TO MARCH 2022 & APRIL TO JUNE 2022 QUARTERS

Pursuant to the decision of the Authority dated 20th October 2016 notified vide S.R.O No. 946(I)/2017 dated 15th September 2017 in the matter of approval of upfront local coal tariff for 660 MW coal power plant of Lucky Electric Power Company Limited (hereinafter "LEPCL"), the relevant tariff components in respect of January-March 2022 & April-June 2022 quarters have been revised on account of US CPI, CPI Local and Exchange Rate variation in accordance with the requisite indexation/adjustment mechanism stipulated in the decision of the Authority. According to LEPCL, it achieved COD on March 21, 2022, therefore, the revised components shall be applicable from March 21, 2022. The revised components are indicated hereunder and shall be immediately applicable:

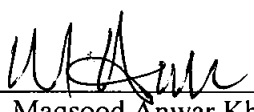
Tariff Components	Reference Tariff	Revised 21 st March to 31 st March 2022 Quarter	Revised April to June 2022 Quarter
Capacity Charge (Rs./KWh)			
Fixed O&M – Foreign	0.1435	0.3067	0.3223
Fixed O&M – Local	0.1435	0.1984	0.1984
Total	0.2870	0.5051	0.5207
Energy Purchase Price (Rs./KWh)			
Variable O&M – Foreign	0.0684	0.1462	0.1536
Variable O&M – Local	0.0456	0.0631	0.0631
Total	0.1140	0.2093	0.2167

Indexation allowed to LEPCL is purely on provisional basis till finalization of its COD tariff by the Authority and shall be subject to adjustment/refund, if necessary, in the light of final decision of the Authority.

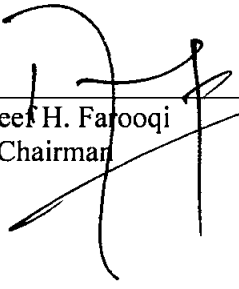
The revised tariff components of LEPCL attached as **Annex-I** are to be notified in the official gazette, in accordance with the provisions of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

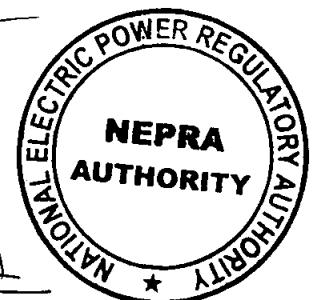
CPPA (G) to ensure that all payments are consistent with the tariff determination(s).


AUTHORITY


Engr. Maqsood Anwar Khan
Member


Engr. Rafique Ahmed Shaikh
Member


Tauseef H. Farooqi
Chairman




26 04 22

Lucky Electric Power Company Limited
Quarterly Indexation/ Adjustment of Tariff

Tariff Components	Reference Tariff	Revised 21st March to 31st March 2022 Quarter	Revised April to June 2022 Quarter
Capacity Charge (Rs./KWh)			
Fixed O&M - Foreign	0.1435	0.3067	0.3223
Fixed O&M - Local	0.1435	0.1984	0.1984
Total	0.2870	0.5051	0.5207
Energy Purchase Price (Rs./KWh)			
Variable O&M - Foreign	0.0684	0.1462	0.1536
Variable O&M - Local	0.0456	0.0631	0.0631
Total	0.1140	0.2093	0.2167
Indexation Values			
Exchange Rate (Rs./USD)	97.100	177.950	183.200
US CPI (All Urban Consumers)	238.340	277.948	283.716
CPI (General) - Local	194.740	269.270	269.270

* For the purpose of indexation of Local O&M components for January to March 2022 & April to June 2022 quarters, CPI for Nov 2021 & Feb 2022, respectively, were required to be used. However, Pakistan Bureau of Statistics has discontinued the publication of CPI for base year 2007-08 w.e.f. July 2020 and replaced it with National CPI for new base year 2015-16. As per relevant provision of the PPA, the latest available CPI of June 2020 for base year 2007-08 has been used for the instant indexation/adjustment. The indexation of Local O&M components is being made on provisional basis, subject to revision upon decision of new reference index value by the Authority.

** The Authority vide its decision dated March 10, 2021 replaced CPI Base Year 2007-08 with N-CPI Base Year 2015-16. The decision shall be implemented upon Notification in the Official Gazette.

